LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1st Floor, LaSalle Building, 617 North 3rd Street, Baton Rouge, Louisiana, at 9:00 a.m. on **TUESDAY**, **JUNE 17, 2008**, upon the application of **HILCORP ENERGY COMPANY**.

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the **X Sand, Reservoir B,** in the Lake Barre Field, Terrebonne Parish, Louisiana.

- 1. To establish rules and regulations governing the exploration for and production of gas and condensate from the X Sand, Reservoir B.
- 2. To create a single drilling and production unit for this sand and to force pool and integrate all separately owned tracts, mineral leases and other property interests within the unit so created.
- 3. To designate Hilcorp Energy Company as operator of the X RB SUA.
- 4. To designate Hilcorp's LB U26 No. 11 (ST) Well as the unit well for the X RB SUA and to designate Hilcorp's LB U23 No. 9 (ST) Well as the alternate unit well for the X RB SUA.
- 5. To provide that any future replacement and/or alternate wells for said unit shall be exempt from the spacing provisions of Statewide Order No. 29-E.
- 6. To provide that the Commissioner of Conservation may reclassify the Reservoir by Supplemental Order and without the necessity of a public hearing should such reclassification be warranted, based on evidence furnished the Commissioner of Conservation.
- 7. To consider such other matters as may be pertinent.

The X Sand, Reservoir B is hereby defined as being that gas and condensate bearing sand encountered between the depths of 15,222' and 15,309' electric log measured depths (14,907' to 14,988' TVD) in the Hilcorp Energy Company-LB U26 No. 11 (ST) Well, located in Section 43, Township 21 South, Range 19 East.

A plat is available for inspection in the Office of Conservation in **Baton Rouge** and **Lafayette**, Louisiana.

www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm.

All parties having interest therein shall take notice thereof.

BY ORDER OF:

JAMES H. WELSH COMMISSIONER OF CONSERVATION

Baton Rouge, LA 5/8/08;5/13/08 L lck

IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.